

## Message Text

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PAGE 01 BONN 01596 301225Z

21

ACTION OES-04

INFO OCT-01 EUR-12 ISO-00 AEC-05 FEA-01 ACDA-05 CIAE-00

INR-07 IO-10 L-02 NSAE-00 NSC-05 RSC-01 EB-07 COME-00

TRSE-00 OMB-01 SS-15 /076 W  
----- 093992

R 301202Z JAN 75

FM AMEMBASSY BONN

TO SECSTATE WASHDC 7591

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E. O. 11652: N/A

TAGS: TECH, TGEN, GW

SUBJECT: OFFSET - - CIVILIAN PROCUREMENT

REF: A. BONN 00206 B. BONN 16777

SUMMARY: LOOSCH, "DEPUTY ASSISTANT SECRETARY", FRG  
MINISTRY FOR RESEARCH AND TECHNOLOGY STATES, IN LETTER  
TO EMBASSY'S ECONOMIC/COMMERCIAL MINISTER, THAT ALL BUT  
ONE OF THE SPECIFIC URANIUM PROSPECTING PROJECTS  
PROPOSED IN REF B USES FUNDS NOT PREVIOUSLY INTENDED FOR  
GERMAN-AMERICAN COOPERATION. HE ASSERTS THAT PROJECTS I  
THROUGH VIII OF REF B MEET OFFSET CRITERIA FOR TOTAL OF  
DM 20,177,000. LETTER WAS CLEARED BY FRG FOREIGN OFFICE.  
INFORMAL TRANSLATION FOLLOWS. END SUMMARY

1. BEGIN TRANSLATION:

MR. MINISTER:

AS AGREED, I SUMMARIZE THE DISCUSSIONS TO  
DATE BETWEEN THE FEDERAL MINISTRY FOR RESEARCH AND  
TECHNOLOGY AND THE EMBASSY OF THE UNITED STATES OF  
AMERICA FOR THE PURPOSE OF ALLEVIATING THE AMERICAN  
BALANCE OF PAYMENTS ON THE BASIS OF ARTICLE 4 OF THE  
OFFSET AGREEMENT OF APRIL 4, 1974, AS FOLLOWS:

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PAGE 02 BONN 01596 301225Z

1). THE JOINTLY-DISCUSSED LONGTERM PROJECTS IN THE

FIELDS OF NON-NUCLEAR ENERGY RESEARCH, URANIUM PROSPECTING, REACTOR SAFETY, TOXICOLOGICAL RESEARCH AND THE ARIES PROJECT MEET THE PRE-REQUISITES OF PARAGRAPH 4B OF THE AGREEMENT.

2). SINCE THE FEDERAL MINISTRY FOR RESEARCH AND TECHNOLOGY HAS NO SPECIAL FUNDS AT ITS DISPOSAL TO FINANCE THESE PROJECTS IT WAS NECESSARY TO OBTAIN FUNDS WHICH HAD NOT ORIGINALLY BEEN INTENDED FOR GERMAN-AMERICAN COOPERATION FROM THE MINISTRY'S PROGRAMS. THIS WAS DONE, WITH ONE EXCEPTION AMONG THE URANIUM PROSPECTING PROJECTS FORWARDED TO THE AMERICAN SIDE. THE PROJECTS OF URANGESELLSCHAFT (SECTION 1 OF THE SUBMITTED LIST OF PROJECTS) WERE INCORPORATED IN THIS COMPANY'S EXPLORATION PROGRAM IN 1974. SIMILARLY, THE PROJECTS OF URANERZBERGBAU-GESELLSCHAFT (SECTION 2 OF THE SUBMITTED LIST OF PROJECTS) WERE, WITH ONE EXCEPTION (PROJECT ALASKA), INCORPORATED IN THIS COMPANY'S PROJECTS IN NOVEMBER 1973 OR THE SPRING OF 1974, THAT IS, AT A DATE WHEN THE POSSIBILITY OF INCLUSION IN THE OFFSET AGREEMENT OF APRIL 25, 1974 WAS FIRMLY ESTABLISHED.

3). DURING THE TERM OF THE AGREEMENT UNTIL JUNE 30, 1975, THE FOLLOWING ITEMIZED AMOUNTS WILL BE TRANSFERRED ,INCLUDING PAYMENTS ALREADY MADE FOR THE PROJECTS LISTED IN PARAGRAPH L):

NON-NUCLEAR ENERGY RESEARCH	DM 60,000,000
URANIUM PROSPECTING	20,177,000
REACTOR SAFETY	19,000,000
TOXICOLOGICAL RESEARCH	1,500,000
(TISSUE BANK)	
ARIES	575,000
	DM 101,252,000

4). FURTHERMORE, THE NEGOTIATIONS TO IMPLEMENT ARTICLE 4A OF THE AGREEMENT ON THE BASIS OF DR. DIXY LEE RAY'S TELEX OF JANUARY 5, 1975 TO DR. SCHMIDT-KUESTER WILL BE BROUGHT TO A SUCCESSFUL LIMITED OFFICIAL USE

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PAGE 03 BONN 01596 301225Z

CONCLUSION AT THE EARLIEST POSSIBLE DATE.  
END TRANSLATION

2. EMBASSY HAS ACKNOWLEDGED RECEIPT OF THIS LETTER AS A STATEMENT OF THE FRG POSITION.  
HILLENBRAND

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** URANIUM, OFFSET PAYMENTS, JOINT VENTURES, DIPLOMATIC NOTES  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 30 JAN 1975  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** GolinoFR  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1975BONN01596  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
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**Film Number:** D750034-0488  
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**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION OES  
**Original Classification:** LIMITED OFFICIAL USE  
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**Review Transfer Date:**  
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**Subject:** OFFSET - - CIVILIAN PROCUREMENT  
**TAGS:** TECH, TGEN, GE, US, (LOOSCH)  
**To:** STATE  
**Type:** TE  
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